

STATE OF HAWAII
DEPARTMENT OF LAND AND NATURAL RESOURCES
Land Division
Honolulu, Hawaii 96813

May 11, 2007

Board of Land and Natural Resources
State of Hawaii
Honolulu, Hawaii

OAHU/MAUI/HAWAII/KAUAI

Request to Write-Off Uncollectible Accounts on the Islands
of Oahu, Maui, Hawaii and Kauai

BACKGROUND:

Pursuant to Section 4-82, Hawaii Revised Statutes, the directors, boards, or executive heads of executive departments may from time to time prepare and submit for review of the Attorney General a list of all uncollectible accounts in their departments. Such accounts as the Attorney general finds to be uncollectible shall be entered in a special record and be deleted from the accounts receivable records of the departments, which shall thereupon be relieved from any further accountability for their collection.

The following balances have been deemed uncollectible:

RP 6260 Sheila Garvida Sherman

Kahana Valley, Oahu

Amount owing: \$345.49

This was a month-to-month revocable permit for residential use January 1, 1986 and terminated on April 30, 1998. Monthly rent was \$27.00

By letter dated April 7, 1998 Ms. Sherman was notified her revocable permit was to be cancelled due to her failure to pay \$367.25 in rent. The property was turned over to the Division of State Parks.

RP 6909 David Costa

Heeia, Oahu

Amount owing: \$1,297.82

This was a month-to-month revocable permit for pasture and residential use starting August 1, 1993 and terminated on April 30, 2000. Monthly rent was \$169.00

In 1992 Hawaii Community Development Authority (HCDA) acquired the 490 acre Heeia Meadowlands from Kamehameha Schools through an exchange. The Department entered into a Memorandum of Agreement with HCDA to manage the property until the wildlife reserve and housing project was established. The 2 holdover tenants were: David Costa (rented 171.72 acres) and Bud Gibson (rented 140 acres). Only Mr. Costa was issued a revocable permit. In 1999 HCDA requested the Heeia property be returned and the tenant removed. HCDA was negotiating a new lease with the Center for a Sustainable Future. The Department expended \$1,804.82 for clean-up, less \$169 rent credit and \$338 security deposit. Property was turned over to HCDA.

Medcah has informed us Mr. Costa is deceased.

RP 6699 Zelda Kapuni

Ualapue-Kapualei, Molokai

Amount owing: \$140.64

This was a month-to-month revocable permit for general agriculture, specifically the cultivation of lauhala purposes starting March 1, 1990 and terminated on November 20, 1998. Monthly rent was \$13.00

The Land Board at its meeting of June 10, 1999 (D-1), approved staff's request to cancel this revocable permit. Besides failure to pay \$173.81 in rent, the tenant did not have liability insurance coverage. The \$24 security deposit was applied to the rent delinquency.

RP 6998 Mauna Kea Ski Corporation

Mauna Kea, Hawaii

Amount owing: \$36.38

This was a month-to-month revocable permit for commercial tour purposes at Mauna Kea starting November 1, 1995 and terminated on November 20, 1998. Monthly rent was \$50.00 plus \$2.00 per passenger charge.

The Division issued 12 commercial tour month-to-month permits at Mauna Kea. The Land Board at its meeting of November 20, 1998 (D-7), approved staff's request to cancel this revocable permit. Besides failure to pay \$410 in rent, the tenant did not have liability insurance coverage. The \$360 security deposit was applied to the rent delinquency.

GL 5074 Robert L. Stevens, J.S. Robertson, III, James Tucker, and
Henrietta P. Kaohelauii

Kokee, Kauai

Amount owing: \$1,042.70

The Land Board at its meeting of May 28, 1999 (D-2), approved staff's request to forfeit this lease. Besides failure to pay \$1,042.70 in rent, the tenants did not have liability insurance coverage.

This account had a \$4,420 personal surety from Rick Ioli and Marc Mendoza. Staff was unable to collect from the personal sureties. Land Division paid to remove the old cabin and turned the property over to the Division of State Parks.

RECOMMENDATION:

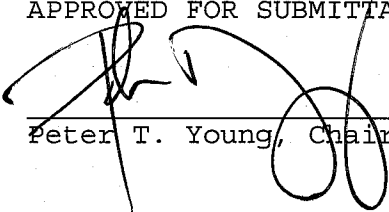
That the Board approve of and recommend to the Attorney General that the above listed uncollectible accounts be deleted from the Department of Land and Natural Resources accounts receivable and placed in a special record and that, should any account so listed become collectible, that such account be transferred back to the current accounts receivable.

Respectfully Submitted,



Charlene E. Unoki
Assistant Administrator

APPROVED FOR SUBMITTAL:


Peter T. Young, Chairperson